

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | ROBERT B. MCCARTHY | JENNIFER F. SULLIVAN

MEMORANDUM

TO: Lowell Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2020
DATE: November 14, 2018

Required Fiscal Year 2020 Appropriation: **\$28,821,259**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2020 which commences July 1, 2019.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2020 appropriation to be paid by each of the governmental units within your system.

If your System has a valuation currently in progress, you may submit a revised funding schedule to PERAC upon its completion. The current schedule is due to be updated by Fiscal Year 2020.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

JEC/jrl
Attachments

cc: City Council
c/o City Clerk
Office of the City Manager

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Lowell Retirement Board

Projected Appropriations

Fiscal Year 2020 - July 1, 2019 to June 30, 2020

Aggregate amount of appropriation: **\$28,821,259**

Fiscal Year	Estimated Cost of Benefits	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2020	\$34,382,441	\$28,299,722	\$521,537	\$28,821,259	\$28,821,259	\$0	\$5,561,182
FY 2021	\$35,734,930	\$30,160,148	\$0	\$30,160,148	\$30,160,148	\$0	\$5,574,782
FY 2022	\$37,141,751	\$31,260,601	\$0	\$31,260,601	\$31,260,601	\$0	\$5,881,150
FY 2023	\$38,605,084	\$32,401,702	\$0	\$32,401,702	\$32,401,702	\$0	\$6,203,382
FY 2024	\$40,127,201	\$33,584,971	\$0	\$33,584,971	\$33,584,971	\$0	\$6,542,230

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

Lowell Retirement Board
Appropriation by Governmental Unit

Fiscal Year 2020 - July 1, 2019 to June 30, 2020

Aggregate amount of appropriation: **\$28,821,259**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Lowell	67.57%	\$19,122,122	\$478,009	\$19,600,131
Lowell Housing Authority	5.06%	\$1,431,966	\$30,085	\$1,462,051
Lowell Regional Transit Authority	0.42%	\$118,859	\$13,443	\$132,302
Lowell School Department	26.95%	\$7,626,775	\$0	\$7,626,775
UNIT TOTAL	100%	\$28,299,722	\$521,537	\$28,821,259

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.